

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1837 – SB 2606

March 1, 2016

SUMMARY OF ORIGINAL BILL: Requires the Department of Economic and Community Development (ECD) to submit its annual TNInvestco report by the first Wednesday in September, rather than by first Tuesday in September.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

IMPACT TO COMMERCE OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (012439): Deletes all language of the original bill. Requires the Tennessee Technology Development Corporation to establish an applied research and development finance program to provide matching grants to Tennessee's industries and universities to conduct applied research of strategic importance to Tennessee's economy.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

**Increase State Expenditures – Exceeds \$500,000/FY17-18 and Subsequent Years/
Tennessee Technology Development Corporation**

Assumptions for the bill as amended:

- There are no funds appropriated in the Governor's proposed budget for FY16-17 for the purposes of this legislation. It is assumed that no expenditures will be made for establishing and implementing the research and development finance program in FY16-17.
- The amount of funding that will be necessary in FY17-18 and subsequent years to successfully accomplish the intent and requirements of this act is unknown. However, it is reasonably estimated that at least \$500,000 will be expended annually by the Corporation to implement the program and provide grants to Tennessee's industries and universities to conduct applied research.

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IMPACT TO COMMERCE WITH PROPOSED AMENDMENT:

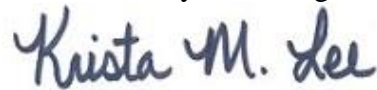
Increase Business Revenue – Exceeds \$500,000/FY17-18 and Subsequent Years

Assumptions for the bill as amended:

- Tennessee's industries will incur a recurring increase in business revenue in the form of grants provided by the Tennessee Technology Development Corporation for the purpose of conducting applied research of strategic importance to Tennessee's economy.
- The proposed legislation is not estimated to result in a direct significant increase in the number of private sector jobs in the state.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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